Oil Field Environmental Incident Summary

Responsible Party: EMERALD OIL, INC
Well Operator: EMERALD OIL, INC
Well Name: SHEEP FEDERAL 1A

Field Name: BOXCAR BUTTE Well File #: 12107

Date Incident: 2/12/2015 Time Incident: 10:00 Facility ID Number:

County: MCKENZIE Twp: 148 Rng: 102 Sec: 15 Qtr: SW

Location Description: Spill is located in drainage feature east and south of well pad. Drainage

feature flows to the northeast.

Submitted By: Adam Ries Received By:

Contact Person: Jeremy Myers

1600 BROADWAY, SUITE 1360

DENVER, CO 80202

General Land Use: Pasture Affected Medium: Soil and Water

Distance Nearest Occupied Building:

Distance Nearest Water Well:

Type of Incident: Pipeline Leak

Release Contained in Dike: Unknown Reported to NRC: Yes

Spilled Units Recovered Units Followup Units

Oil 3 Barrels

Brine

Other

Description of Other Released Contaminant:

Inspected: Written Report Received: Clean Up Concluded:

Risk Evaluation:

Potential hydrocarbon exposure

Areal Extent:

Potential Environmental Impacts:

Release is located in drainage feature which leads to waters of the state. Risk of surface and ground water impacts.

Action Taken or Planned:

Crew is on-Site, recovering fluids via vacuum truck and installing oil absorbents.

Wastes Disposal Location:

Agencies Involved:

Updates

Date: 2/12/2015 Status: Reviewed - Follow-up Required Author: Espe, Brady

Updated Oil Volume:

Updated Salt Water Volume:

Updated Other Volume:

Updated Other Contaminant

Notes:

Pipeline leak occurred off pad. Followup is necessary.

Date: 2/12/2015 Status: Correspondence Author: Espe, Brady

Updated Oil Volume:

Updated Salt Water Volume:

Updated Other Volume:

Updated Other Contaminant

Notes:

Consultant called to report spill. Spot of oil was found next to well in ditch. A vac truck is on the way to site. Clearance soil samples will be submitted.

Date: 3/5/2015 Status: Inspection Author: Crowdus, Kory

Updated Oil Volume:

Updated Salt Water Volume:

Updated Other Volume:

Updated Other Contaminant

Notes:

On site 3/5/15, at 9:30 a.m. Cleanup is underway to the SE of well pad. The culvert under roadway has been blocked with a dirt berm, and some absorbent boom is placed there as well. On the south side of road ditch, excavation of soil has taken place. Area is approximately 50 x 60 ft and 4 ft in depth. I don't see any remaining impact to soil or vegetation at this time. More followup is necessary.

Date: 6/15/2015 Status: Correspondence Author: Espe, Brady

Updated Oil Volume:

Updated Salt Water Volume:

Updated Other Volume:

Updated Other Contaminant

Notes:

The department received information showing the cleanup had been completed along with sample results

Date: 6/29/2015 Status: Correspondence Author: Espe, Brady

Updated Oil Volume:

Updated Salt Water Volume:

Updated Other Volume:

Updated Other Contaminant

Notes:

Received information regarding the site for the meeting on-site, which is scheduled for July 14, 2015.

Date: 7/13/2015 Status: Correspondence Author: Espe, Brady

Updated Oil Volume:

Updated Salt Water Volume:

Updated Other Volume:

Updated Other Contaminant

Notes:

Received more information regarding the site for the meeting on-site, which is scheduled for July 14, 2015.

Date: 7/14/2015 Status: Inspection Author: Espe, Brady

Updated Oil Volume:

Updated Salt Water Volume:

Updated Other Volume:

Updated Other Contaminant

Notes:

I arrived at the site 9:47 a.m. The weather was sunny, 74°F, with the wind from the northwest 5-10 mph. Meet with the forest service, company, and consultants on the next steps in the assessment of the site. The company has capped the line and will be placing equipment on the pad. The drainage has seasonal flow, some water was collected and hauled away during original excavation, and this area has been fenced off and seeded. Monitoring wells will be installed in the area to access any groundwater. A work plan will be submitted.

Date: 8/4/2015 Status: Correspondence Author: Espe, Brady

Updated Oil Volume:

Updated Salt Water Volume:

Updated Other Volume:

Updated Other Contaminant

Notes:

Updated work plan for the site.

Date: 8/6/2015 **Status:** Correspondence **Author:** Espe, Brady

Updated Oil Volume:

Updated Salt Water Volume:

Updated Other Volume:

Updated Other Contaminant

Notes:

Forest Service response to work plan.

Date: 8/20/2015 Status: Correspondence Author: Espe, Brady

Updated Oil Volume:

Updated Salt Water Volume:

Updated Other Volume:

Updated Other Contaminant

Notes:

Received amended work plan as requested by U.S. Forest Service.

Date: 11/18/2015 Status: Correspondence Author: Espe, Brady

Updated Oil Volume:

Updated Salt Water Volume:

Updated Other Volume:

Updated Other Contaminant

Notes:

Received the final assesment report for the site.

Date: 11/25/2015 Status: Reviewed - Assigned to Other Agency Author: Suess, Bill

Updated Oil Volume:

Updated Salt Water Volume:

Updated Other Volume:

Updated Other Contaminant

Notes:

Reviewed completion report and discussed with U.S. Forest Service. USFS has no objections to final plan. Site is under USFS jurisdiction.